

WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2007

	January-07				December-06				September-06				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	FYTD	FY06	Ended	Ended
													Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	19,444,778	1.5%	1.5%	3.46%	18,793,121	1.5%	1.5%	7.40%	17,403,233	1.4%	1.5%	1.60%	12.89%	11.12%	N/A	N/A
Total Structured Growth	19,444,778	1.5%	1.5%	3.46%	18,793,121	1.5%	1.5%	7.40%	17,403,233	1.4%	1.5%	1.60%	12.89%	11.12%	12.01%	-0.32%
Russell 1000 Growth				2.57%				5.93%				3.94%	12.93%	6.12%	8.35%	-0.76%
<i>Structured Value</i>																
LSV	19,401,835	1.5%	1.5%	2.07%	20,801,782	1.6%	1.5%	8.09%	19,175,872	1.5%	1.5%	4.90%	15.74%	15.05%	21.14%	12.22%
Russell 1000 Value				1.28%				8.00%				6.22%	16.19%	12.10%	15.70%	6.89%
<i>Russell 1000 Enhanced Index</i>																
LA Capital	38,257,808	3.0%	2.9%	1.68%	39,417,556	3.1%	2.9%	7.67%	34,713,548	2.8%	2.9%	3.71%	13.54%	11.58%	N/A	N/A
Russell 1000				1.93%				6.95%				5.06%	14.53%	9.08%	N/A	N/A
<i>S&P 500 Enhanced Index</i>																
Westridge	40,331,478	3.2%	2.9%	1.55%	39,715,739	3.1%	2.9%	6.86%	37,067,573	3.0%	2.9%	5.75%	14.75%	8.77%	N/A	N/A
S&P 500				1.51%				6.70%				5.67%	14.45%	8.63%	N/A	N/A
<i>Index</i>																
State Street	12,581,401			1.97%	13,958,906			8.03%	12,876,735			5.78%	16.53%	9.51%	11.47%	2.62%
Total 130/30	12,581,401	1.0%	1.0%	1.97%	13,958,906	1.1%	1.0%	8.03%	12,876,735	1.0%	1.0%	5.78%	16.53%	9.51%	11.47%	2.62%
S&P 500				1.51%				6.70%				5.67%	14.45%	8.63%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY	130,017,299	10.3%	9.8%	1.98%	132,687,105	10.5%	9.8%	7.50%	121,236,962	9.8%	9.8%	4.49%	14.55%	10.95%	13.63%	3.95%
S&P 500				1.51%				6.70%				5.67%	14.45%	8.63%	11.22%	2.49%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	41,987,714	3.3%	3.3%	1.65%	44,114,174	3.5%	3.3%	8.82%	40,474,551	3.3%	3.3%	-0.01%	10.61%	13.58%	18.20%	7.84%
Russell 2000 + 200bp				1.84%				9.43%				0.94%	12.50%	16.86%	21.06%	10.38%
TOTAL SMALL CAP DOMESTIC EQUITY	41,987,714	3.3%	3.3%	1.65%	44,114,174	3.5%	3.3%	8.82%	40,474,551	3.3%	3.3%	-0.01%	10.61%	13.58%	18.20%	7.86%
Russell 2000				1.67%				8.90%				0.44%	11.21%	14.58%	18.70%	8.50%
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	43,548,465	3.4%	3.2%	1.47%	42,833,903	3.4%	3.2%	8.53%	39,409,923	3.2%	3.2%	5.02%	15.66%	28.07%	20.99%	6.90%
LSV	43,331,090	3.4%	3.2%	1.42%	42,564,482	3.4%	3.2%	10.66%	38,460,224	3.1%	3.2%	6.24%	19.23%	27.09%	N/A	N/A
Total Large Cap - Active	86,879,555	6.9%	6.4%	1.44%	85,398,385	6.8%	6.4%	9.58%	77,870,147	6.3%	6.4%	5.62%	17.41%	27.66%	21.92%	12.63%
MSCI EAFE - 50% Hedged				1.35%				9.06%				4.87%	15.92%	26.72%	22.56%	6.89%
<i>Small Cap - Value</i>																
Lazard	10,537,948	0.8%	0.8%	0.10%	10,492,577	0.8%	0.8%	14.71%	9,148,767	0.7%	0.8%	0.72%	15.65%	23.65%	28.06%	N/A
Citigroup Broad Market Index < \$2BN				1.50%				11.41%				1.53%	14.80%	29.28%	32.40%	N/A
<i>Small Cap - Growth</i>																
Vanguard	10,988,905	0.9%	0.8%	2.94%	10,641,206	0.8%	0.8%	12.63%	9,445,634	0.8%	0.8%	3.73%	20.26%	29.24%	32.39%	N/A
Citigroup Broad Market Index < \$2BN				1.50%				11.41%				1.53%	14.80%	29.28%	32.40%	N/A
TOTAL INTERNATIONAL EQUITY	108,406,408	8.6%	8.0%	1.46%	106,532,168	8.4%	8.0%	10.36%	96,464,547	7.8%	8.0%	4.93%	17.49%	27.35%	23.83%	8.67%
MSCI EAFE - 50% Hedged				1.35%				9.06%				4.87%	15.92%	26.72%	22.56%	6.89%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	192,717,248	15.2%	15.3%	-0.10%	218,671,527	17.3%	17.3%	2.01%	214,387,901	17.3%	17.3%	4.45%	6.45%	-0.90%	7.36%	8.59%
Lehman Aggregate				-0.04%				1.24%				3.81%	5.05%	-0.81%	2.05%	4.97%
<i>Mortgage Backed</i>																
Hyperion	50,569,918	4.0%	4.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				0.00%												
<i>Core Plus/Enhanced</i>																
Clifton Group	49,676,567	3.9%	4.0%	-0.16%	49,765,650	3.9%	4.0%	0.66%	49,450,914	4.0%	4.0%	N/A	N/A	N/A	N/A	N/A
Prudential	49,867,205	3.9%	4.0%	0.05%	49,834,767	3.9%	4.0%	1.88%	48,898,900	3.9%	4.0%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	99,543,772	7.9%	8.0%	-0.06%	99,600,418	7.9%	8.0%	1.27%	98,349,814	7.9%	8.0%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				-0.04%				1.24%				3.81%				
<i>Index</i>																
Bank of ND	91,829,434	7.3%	7.3%	-0.12%	91,990,039	7.3%	7.3%	1.31%	94,294,224	7.6%	7.3%	3.10%	4.34%	-1.14%	1.14%	4.90%
Bank of ND CD'S	2,270,067	0.2%	0.2%	0.45%	2,259,966	0.2%	0.2%	1.32%	2,290,001	0.2%	0.2%	1.33%	3.13%	N/A	N/A	N/A
Total Index	94,099,501	7.4%	7.5%	-0.10%	94,250,005	7.5%	7.5%	1.32%	96,584,225	7.8%	7.5%	3.07%	4.32%	-1.02%	1.09%	4.62%
Lehman Gov/Credit (1)				-0.08%				1.04%				3.91%	4.90%	-1.52%	1.04%	4.78%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	192,578,306	15.2%	15.3%	0.13%	218,047,400	17.3%	17.3%	1.75%	214,330,011	17.3%	17.3%	4.60%	6.57%	-2.11%	2.63%	N/A
Lehman US Credit BAA				0.12%				1.49%				4.80%	6.48%	-2.37%	2.63%	N/A
TOTAL DOMESTIC FIXED INCOME	629,508,745	49.7%	50.0%	-0.01%	630,569,350	50.0%	50.0%	1.70%	623,651,951	50.4%	50.0%	4.30%	6.06%	-1.35%	2.25%	5.52%
Lehman Aggregate (2)				-0.04%				1.24%				3.81%	5.05%	-0.81%	1.84%	5.28%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)																
Northern Trust Global Investments	133,657,662	10.6%	11.0%	0.06%	133,563,764	10.6%	11.0%	-1.26%	135,265,251	10.9%	11.0%	3.51%	2.26%	-1.53%	N/A	N/A
Western	134,539,036	10.6%	11.0%	0.12%	134,313,292	10.6%	11.0%	-0.90%	135,529,802	10.9%	11.0%	3.85%	3.04%	-1.94%	N/A	N/A
TOTAL TIPS	268,196,698	21.2%	22.0%	0.09%	267,877,056	21.2%	22.0%	-1.08%	270,795,053	21.9%	22.0%	3.68%	2.65%	-1.74%	N/A	N/A
LB US TIPS Index				0.13%				-1.29%				3.63%	2.43%	-1.64%	N/A	N/A
REAL ESTATE																
JP Morgan	77,033,070	6.1%	6.0%	4.41%	73,706,704	5.8%	6.0%	0.01%	75,441,606	6.1%	6.0%	0.57%	5.02%	N/A	N/A	N/A
NCREIF Total Index				1.48%				4.51%				3.51%	9.78%	18.23%	N/A	N/A
CASH EQUIVALENTS																
<i>Bank of ND</i>																
90 Day T-Bill	11,330,721	0.9%	1.0%	0.45%	6,513,537	0.5%	1.0%	1.32%	9,976,948	0.8%	1.0%	1.35%	3.14%	4.50%	2.71%	2.42%
				0.41%				1.26%				1.33%	3.02%	4.00%	2.37%	2.25%
TOTAL WSI	1,266,480,656	100.0%	100.0%	0.66%	1,262,000,093	100.0%	100.0%	2.48%	1,238,041,619	100.0%	100.0%	3.84%	7.12%	3.45%	6.76%	5.44%
POLICY TARGET BENCHMARK				0.41%				2.26%				3.89%	6.67%	3.63%	6.36%	5.48%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.